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State of Utah
DEPARTMENT OF NATURAL RESOURCES
Division of Oil, Gas & Mining

MICHAEL R. STYLER
Executive Director

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Division Director

Inspection Report
Minerals Regulatory Program
December 23, 2008

Reviewed: PM

Mine Name: Lucin Variscite Mine
Operator Name: Penney's Gemstones, LLC

Permit number: S/003/0034
Inspection Date: October 14, 2008
Time: 3:30 pm

Inspector(s): Lynn Kunzler, DOGM
Other Participants: none
Mine Status: Active

Elements of Inspection	Evaluated	Comment	Enforcement
1. Permits, Revisions, Transfer, Bonds	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
2. Public Safety (shafts, adits, trash, signs, highwalls)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
3. Protection of Drainages / Erosion Control	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
4. Deleterious Material	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
5. Roads (maintenance, surfacing, dust control, safety)	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
6. Concurrent Reclamation	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
7. Backfilling/Grading (trenches, pits, roads, highwalls,	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
8. Soils	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
9. Revegetation	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

Purpose of Inspection:
Routine inspection while in the area.

Inspection Summary:
While there was no mining activity at the time of this inspection, the site is considered an active mine permit. There has been some minor activity recently (within last 2-3 months)

Annual permit fees are current. The Division is still waiting for reclamation surety to be updated.

The site appeared stable. There were no erosional problems noted. The area was free of debris.

Conclusions and Recommendations:
Follow up with operator and BLM to get reclamation surety update completed. Continue to monitor the site when in the area.

Inspector's Signature LP

LK:vs

Cc: Larry Garahana, BLM-SLFO (UTU-80421)

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